

**COUNTY OF YORK, VIRGINIA**  
 Statement of Cash Flows  
 Proprietary Funds  
 For the Year Ended June 30, 2004

	Business-type Activities - Enterprise Funds						Governmental
	Sanitary District No. 2	Solid Waste	Sewer Utility	Yorktown Revitalization	Nonmajor Enterprise Funds	Total	Internal Service Fund
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>							
Receipts from customers and users	\$ -	\$ 3,184,624	\$ 6,458,080	\$ -	\$ 698,860	\$ 10,341,564	\$ 2,280,461
Payments to suppliers for goods and services	-	(2,880,548)	(1,695,790)	(396,126)	(930,875)	(5,903,339)	(1,230,320)
Payments to employees for services	-	(457,179)	(2,045,873)	-	(59,530)	(2,562,582)	(485,261)
Payments for Hurricane Isabel	-	(8,424,621)	(208,013)	-	-	(8,632,634)	-
Internal activity - payments from other funds	-	67,408	(103,715)	21,569	(250)	(14,988)	289
Other receipts	-	5,767	25,548	-	124	31,439	55,607
Net cash provided by (used in) operating activities	-	(8,504,549)	2,430,237	(374,557)	(291,671)	(6,740,540)	620,776
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>							
Transfers in	-	1,000,000	996,698	392,000	438,973	2,827,671	87,891
Transfers out	-	-	(14,240)	-	-	(14,240)	-
Receipts for Hurricane Isabel	-	7,615,832	283,582	-	-	7,899,414	-
Net cash provided by noncapital financing activities	-	8,615,832	1,266,040	392,000	438,973	10,712,845	87,891
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>							
Net proceeds from the disposal of capital assets	-	31,000	-	193,352	-	224,352	42,281
Acquisition and construction of capital assets	-	-	(3,214,864)	-	(35,475)	(3,250,339)	(534,251)
Principal paid on capital debt	-	(140,000)	(173,566)	-	-	(313,566)	-
Interest paid on capital debt	-	(62,289)	(532,881)	-	-	(595,170)	-
Net cash provided by (used in) capital and related financing activities	-	(171,289)	(3,921,311)	193,352	(35,475)	(3,934,723)	(491,970)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>							
Interest income	-	941	108,405	-	6,530	115,876	14,208
Net cash provided by investing activities	-	941	108,405	-	6,530	115,876	14,208
Net increase (decrease) in cash and cash equivalents:	-	(59,065)	(116,629)	210,795	118,357	153,458	230,905
Cash and cash equivalents, beginning of year	-	269,716	11,816,944	140,000	381,487	12,608,147	1,635,294
Cash and cash equivalents, end of year	\$ -	\$ 210,651	\$ 11,700,315	\$ 350,795	\$ 499,844	\$ 12,761,605	\$ 1,866,199
<b>Reconciliation of cash and cash equivalents to the Statement of Net Assets:</b>							
Cash and temporary investments	\$ -	\$ 200	\$ 11,538,400	\$ 350,795	\$ 499,844	\$ 12,389,239	\$ 1,866,199
Restricted cash - escrows	-	210,451	161,915	-	-	372,366	-
Cash and cash equivalents, end of year	\$ -	\$ 210,651	\$ 11,700,315	\$ 350,795	\$ 499,844	\$ 12,761,605	\$ 1,866,199
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>							
Operating income (loss)	\$ (477,406)	\$ (1,333,354)	\$ 1,199,139	\$ (547,092)	\$ (417,525)	\$ (1,576,238)	\$ 136,799
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:							
Depreciation	477,406	176,083	1,565,062	966	150,243	2,369,760	449,484
Amortization	-	7,665	5,608	-	-	13,273	-
Bad debt expense	-	325	-	-	329	654	-
Hurricane Isabel expenses	-	(8,424,621)	(208,013)	-	-	(8,632,634)	-
Decrease (increase) in:							
Accounts receivable	-	(36,919)	224,963	-	9,659	197,703	174
Due from component unit - School Board	-	(772)	-	-	-	(772)	-
Due from other funds	-	-	(103,715)	-	-	(103,715)	-
Prepaid expenses	-	(5,328)	(19,156)	-	(1,578)	(26,062)	(4,243)
Increase (decrease) in:							
Accounts payable	-	1,091,640	(139,382)	-	(39,565)	912,693	18,479
Retainage payable	-	-	(124,977)	-	-	(124,977)	-
Deposits payable	-	-	(41,801)	-	5,000	(36,801)	-
Salaries, taxes and benefits payable	-	14,905	52,836	-	3,555	71,296	13,266
Due to component unit - IDA	-	-	-	150,000	-	150,000	-
Due to other funds	-	67,408	-	21,569	(250)	88,727	289
Closure costs	-	(66,527)	-	-	-	(66,527)	-
Compensated absences	-	4,946	19,673	-	(1,539)	23,080	6,528
Net cash provided by (used in) operating activities	\$ -	\$ (8,504,549)	\$ 2,430,237	\$ (374,557)	\$ (291,671)	\$ (6,740,540)	\$ 620,776
<b>Noncash investing, capital, and financing activities:</b>							
Contributions of capital assets from developers	\$ -	\$ -	\$ 2,910,581	\$ -	\$ 178,263	\$ 3,088,844	\$ -

The accompanying notes are an integral part of the basic financial statements.